

**CALIFORNIA POLLUTION CONTROL FINANCING AUTHORITY
BOND FINANCING PROGRAM**

Meeting Date: June 19, 2007

Executive Summary

Executive Director's Report (Information Item)

Trustee Services for the California Capital Access Program (CALCAP) and the California Recycle Underutilized Sites (CALReUSE) Program

Staff is in the process of preparing Requests For Proposals (RFPs) to solicit Trustee Services for the CALCAP and CALReUSE programs. Conducting an RFP process for each program's Trustee Services is consistent with current Authority policy to look at and re-bid contracts at least every three years.

Currently, the Bank of New York Trust Company, N.A. is serving as Trustee for both programs and is managing the programs and providing good service.

The CALCAP Trustee maintains lenders' loan loss reserve accounts, tracks various program statistics, and prepares periodic management reports. For CALCAP, Staff proposes entering into a two-year contract with allowance for a one-year extension for an amount not to exceed \$125,000 over the term of the contract. The new contract is scheduled to be in place by September 1, 2007.

The CALReUSE Trustee establishes Accounts for Strategic Partners and Borrowers, funds loans to Borrowers from these accounts, receives loan repayment monies from Borrowers, and provides various quarterly reports in connection with the Program. For CALReUSE, Staff proposes entering into a two-year contract with allowance for a one-year extension for an amount not to exceed \$100,000 over the term of the contract. The new contract is scheduled to be in place by January 1, 2008.